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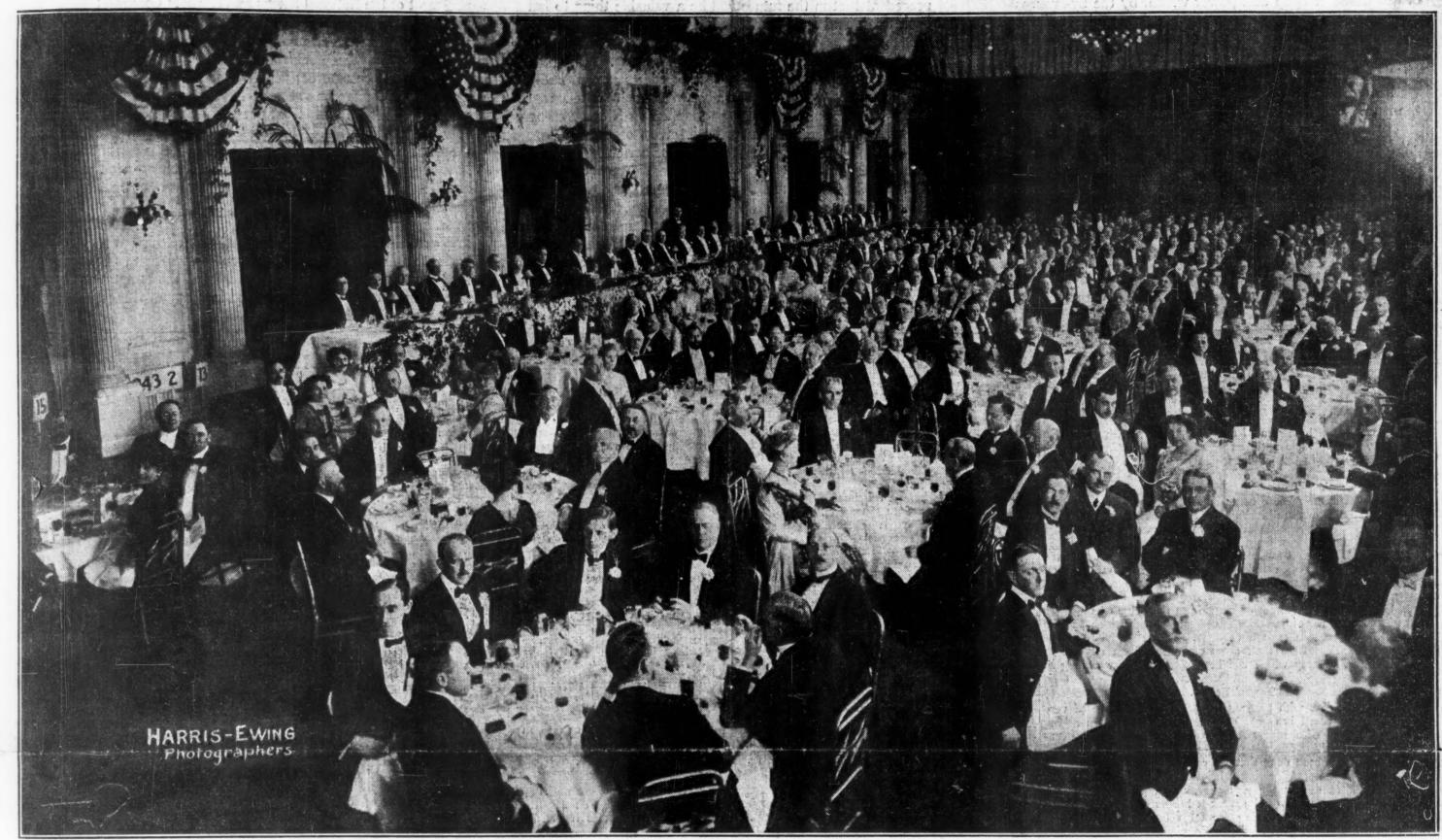
Issues.

FINANCE EDUCATION PROFESSIONS GOVERNMENT

ANNUAL MEETING-EXTRA! WASHINGTON, D. C., TUESDAY, JANUARY 28, 1913.

WHOLE NO. 7

First Annual Banquet of the Chamber of Commerce of the United States of America, Washington, D. C., January 22, 1913



General Summary of First Annual Meeting

The first annual meeting of the Chamber of Commerce of the United States of America, which began with a meeting of the national councilors on January 20, came to an end at noon January 23. The delegates departed to their homes satisfied that this organization of organizations, this federation of business forces, is on a solid foundation, and prepared to report to their respective bodies the satisfactory character of the meeting in which they participated.

The feeling when the delegates assembled January 21 was one of inquiry as to what had been produced in the nine months that had elapsed since organization, April 22, 1912. The feeling of inquiry gave way to surprise, for men from all States declared that the organization work had been better than they had dared to hope. At adjournment they expressed astonishment at what had been accomplished by President Wheeler, from Chicago, by the board of directors in their various spheres, and by the Washington office. The praises of all officers for their self-sacrificing work during the exacting formative period of the chamber were on every tongue. President Taft, at the first annual banquet, deliberately turned aside from general matters to the specific praise of Mr. Wheeler.

The resolutions committee acted with great caution. Many suggestions regarding resolutions reached their hands—only six were reported out. A verbatim report of the statement of W. D. Simmons when presenting the resolutions is included here as evidence of the caution and the labor exercised in connection with the work of this important committee.

Mr. Simmons said:

Gentlemen, we have met your wishes in regard to the printing of the resolutions which will be submitted. I am going to ask the secretary to have them distributed.

The committee has done a good deal of work and considered a great many subjects, both those that have been submitted to us, and those that have been originated in the committee itself, and we have concluded, as I said here yesterday, that we had to consider carefully that in contrast with the usual procedure our resolutions mark not the end, but the beginning of the real activity of this organization and the working orders for the board of directors, or the special committees, to whom the different resolutions, or different work of the body, may be referred.

Perhaps I should say, first, so as to make it clear to you, that the committee assumes responsibility for these resolu-

tions. It has not simply acted as a channel to pass things through, but wants you to feel, therefore, no hesitancy in criticising the action of the committee for fear, perhaps, of criticising your board of directors. This is your creature, and we want you to feel at liberty to say what you please

We have done considerable work. I have no prepared report explaining our work, because it was nearer 3 o'clock than any other time when we quit last night, and we were working up to about five minutes ago. But in our deliberations we divided the subjects that came up for discussion into two classes, one which we called "referendum matters," and the term possibly will illustrate what we mean; the other, "emergency matters." The referendum matters we are going to suggest to you are of such a nature that they should take the usual course in accordance with the rules and regulations laid down by your organization, and which we heartily approve. We think there should be just as few exceptions as possible, and particularly at this time, in the establishment of precedents. The emergency measures are those which apply to conditions of urgency, where the effectiveness of the action that is taken, if any is taken, will depend upon its promptness, and where that action will lack effectiveness if delayed.

Perhaps the best way to illustrate what we mean by emergency measures and that was only a term for convenience in our discussions, and I want it accepted only in that light—is the resolution which I presume you all have now in regard to the Republic of China. It seems to us quite advisable that the action recommended by this resolution should be taken at this time. The government of China, the new republican government, as the result of the recent elections, will be definitely organized in a very few days, and it seems to us wise especially that this action should be taken at this time, and that it is a subject which the delegates here would be entirely ready to assume responsibility for, and as representing the different constituent members. The other subjects that we have for consideration I will read you in order, and at your pleasure, to act upon them one at a time. (The resolutions appear elsewhere.)

A further illustration of the determination of the first annual meeting to avoid all departure from effective routine was shown in the report made by the special committee of five appointed to take action in relation to the Pomerene bill (S. 957). Mr. Ludwig Nissen, of New York, was chairman. He reported as follows:

Mr. President and gentlemen, your committee of five, ap-

pointed with power to take action to obtain the passage of the Pomerene bill, beg leave to report that this convention adopt the resolution approved by the board of directors for presentation at the convention, reading as follows:

Whereas the fifth International Congress of Chambers of Commerce, held at Boston in September, 1912, adopted in substance the following resolution:

(1) That the congress approves of the legislation proposed in the Pomerene bill and urges its passage.

(2) That the congress approves of the cotton bills of lading central bureau for safeguarding cotton bills of lading against forgery.

(3) That the congress recommends to its permanent committee a consideration of the desirability of an international conference for the promotion of uniform laws governing international carriers, and,

Whereas the foregoing resolutions, being calculated to advance much needed legislation in behalf of safer bills of lading, have received the support of many representative commerical organizations; therefore,

Resolved, That the Chamber of Commerce of the United States of America, assembled in annual convention, January 21-23, 1913, recommends the passage of the Pomerene bill.

Resolved, That the board of directors be empowered to take such steps as in its judgment seem wise to secure the enactment of this legislation.

The committee make this report, and ask for its adoption. Here follow further extracts from the stenographic notes

President Wheeler: Gentlemen, you have heard the report of the committee. Do you wish to make any additional statement, Mr. Nissen?

Mr. Nissen: None other than this, gentlemen, that the

Never in the history of any country has any coalition of constructive forces taken place in a shorter time than has been the experience in organizing the Chamber of Commerce of the United States of America.

It was organized in Washington, April 22, 1912, and a board of directors chosen who at once realized the serious responsibility resting upon them. Three months were deliberately used in selecting the executive force. Not until August 5 was the Washington personnel complete.

The active campaign in building this federation of business forces for permanent work and the important annual meeting just ended has therefore been a little over five months in length,

The committee offer this resolution and hope it will be

(It was moved and seconded that the resolution be

President Wheeler: It fixes, as I can read it, no more

adopted, and the question being put, the motion was carried.)

than the carrying into effect of the laws which you yourself

have approved for the government of your body. There is a

question in my mind, from the point of legality, whether the

delegation of the powers of a convention to a committee such

as was ordered yesterday would be held strictly legal and in

conformity with your own by-laws. This may establish a

precedent that in the future will be a valuable thing to fall

back upon, and I think if followed may save some grief in

and fifty sat down. The arrangement of guests around President

Taft and President Wheeler was so noteworthy as to deserve special

mention; for it resulted in bringing together in friendly co-opera-

tion as related to the great material interests of the nation, men

famous in all parties and in the leadership of agriculture and labor.

The men seated to the left of President Wheeler were in the follow-

ing order: Dr. Charles W. Eliot, president-emeritus of Harvard Uni-

versity, and president of the National Civil Service Reform League;

Hon. Oscar Straus, former Secretary of Commerce and Labor, and

Progressive nominee for Governor of New York in the recent cam-

paign; Hon. Walter L. Fisher, Secretary of the Interior; Hon.

Francis G. Newlands, Senator from Nevada; Hon. John Barrett,

director of the Pan-American Union; Hon. Henry D. Clayton, chair-

man of the House Committee on Judiciary; Mr. Samuel Gompers,

The first annual banquet was a brilliant success. Three hundred

General Summary of First Annual Meeting

committee took into consideration the fact that after the motion had been carried yesterday to submit this matter to a committee of five with power to act; they adopted these resolutions for the purpose of placing the responsibility for action of this chamber upon that power which, by the by-laws, is created for the purpose of carrying out the mandates of this chamber and placing it back into the hands of the board of directors, where it belongs. (Applause.) That is the only statement I wish to make for the committee.

Mr. Farquhar: I second the motion for the adoption of

(The question having been put, the motion was carried.) Mr. Nissen: Mr. Chairman, may I have your indulgence another minute?

President Wheeler: Mr. Nissen.

Mr. Nissen: In order to clinch the principle that you have just adopted by the adoption of these resolutions, the committee saw fit to offer this resolution:

"Resolved, That it is the sense of this convention that the power to make effective any action of the Chamber of Commerce of the United States of America should be confined to its duly elected board of directors."

THE SESSIONS IN BRIEF

The first session, which was called to order by President Wheeler about 11 o'clock on the morning of lanuary 21, was characterized by an interchange of thought on the part of Secretary Nagel, Senator Chamberlain, and Representative Clayton in relation to the great busines problems of America. The speech together as a result of a session of two days, few of the men known of Secretary Nagel is printed in full. Senator Chamberlain delivered an impromptu address, speaking for the Pacific Coast and bringing to the Chamber of Commerce the greetings of the great section which he ceived with immense favor. His idea of a school for secretaries will represents. He also gave time to dealing with the subject of the Panama Canal and its tolls, and ex- be brought before the commercial organizations at a very early date. pressed very strong convictions relative to the continued freedom of coastwise traffic from Panama Canal His address follows in full: tolls. Representative Clayton, whose hearty indorsement of the desire of the Chamber for a Federal charter is printed elsewhere in this issue, provoked the sesssion to much laughter by regarding Secretary Nagel's statement as a partisan Jeremiad, Mr. Clayton made a strong argument relative to the service ren- enough to treat it as a work of the present administration. I am glad dered to the country by the existence of two strong political parties with different convictions regarding of that. I am just about to move out of the White House, and an national policy. The response to these various addresses by John H. Fahey, chairman of the Executive Committee, was brief and to the point, and led the thought of the session, naturally, back to the business to be transacted. Then followed the minutes of the organization meeting held in April, 1912; the report four years and those things that I have to leave as belonging geneally of the Board of Directors on rules for conduct and procedure in the first annual meeting, and the appointment of committees on credentials and resolutions,

COMMITTEE ON RESOLUTIONS

WILLIAM H. SHUART, Board of Trade, Springfield, Mass WILLIAM H. DOUGLASS, New York, N. Y. E. L. ADAMS, Atlanta, Ga.

adopted.

COMMITTEE ON CREDENTIALS.

HOWARD H. DAVENPORT, Somerville, Mass.

ALFRED H. MULLEKEN, Chicago, III J. M. GUILD, Omaha, Nebr. E. M. CLENDENING, Kansas City, Mo. E. C. GILTNER, Portland, Ore. GEORGE T. PAGE, Peoria, III. JUSTUS H. SCHWACKE, Philadelphia, Pa.

At the second session the Committee on Credentials reported that there were no irregularities. The rework of this board, nor any of the work it has accomplished or tried port of the National Council, which had met on January 20, was favorable to the general programme as so far as that, but I don't think that brother Webster should be ex to accomplish. Therefore, speaking for them I will not attempt to printed in the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of The National Council also reported the names of the last issue of the last issue of the last issue of T Nominating Committee.

NOMINATING COMMITTEE.

in this our first annual meeting, it seems that will serve a better purpose than a formal report read from this platform, relating to certain things that can easily be ascertained by inquiry at the headquarters.

Analysis of Membership.

There have been elected to membership in the Chamber of Commerce of the United States 280 organizations, representing forty-two States, the District of Columbia, the three territories, Hawaii, the Philippines, and Porto Rico, and one foreign country, the American Chamber of Commerce of the Levant, at Constantinople, and the Levant, at Constantinople, and the levant in the city of Boston in September, and again in the city of Chicago in November, and again in Washington in Washington in Washington in June again in the city of Chicago in November, and again in Washington in Washington in Washington in June again in the city of Chicago in November, and again in Washington in Washington in June again in the city of Chicago in November, and again in Washington in Washington in June again in the city of Chicago in November, and again in Washington in June again in the city of Chicago in November, and again in Washington in June again in the city of Chicago in November, and again in Washington in June again in the city of Chicago in November, and again in Washington in June again in the city of Chicago in November, and again in Washington in June again in the city of Chicago in November, and again in Washington in June again in the city of Chicago in November, and again in Washington Georgia—Charles G. Edwards, Savannah. Illinois—Rush C. Butler, Chicago. Indiana—Frank McAllister, Indiana—Frank McAllist California-Paul T. Carroll, San Francisco. the Levant, at Constantinople, and November, and again in Washington North Carolina-George T. Leach, Washington N. C. Rhode Island—E. J. W. Proffitt, Providence.
South Carolina—A. W. McKeand, Charleston,
Tennessee—R. M. Gates, Memphis.
Noncontiguous territory—Sidney M. Ballou, Honolulu,
Virginia—R. T. Watts, Jr., Lynchburg.
Washington—J. D. Loman, Seattle.
Wisconsin—Walter P. Bishop, Milwaukee.
Noncontiguous territority—Sidney M. Ballou, Honolulu.
Hawaii.
American Chambers of Commerce in foreign countries—

Hawaii.

American Chambers of Commerce in foreign countries—
John C. Uhrlaub, New York City.

To represent national trade organizations—
Barnett Andrews, Chattanooga, Tenn.
Frank Bateman, Grenloch, N. J.

W. M. McCormick, Baltimore, Md.
Homer McDaniel, Cleveland, Ohio.
George A. Post, New York City.
C. H. Prescott, Jr., Cleveland. Ohio.
Edward Schmidt, Philadelphia, Pa.
J. H. Schwacke, Philadelphia, Pa.
E. C. Sutton, Buffayo, N. Y.
W. E. Wells, East Liverpool, Ohio.

Elsewhere is printed the report made by President Wheeler for the Board of Directors. The treas- have come into contact with Chicago men have doubtless had the urer's report for year ended December 31, 1912, showed receipts of \$43,988.99, disbursements amounting same feeling that I have had (I have had two or three of them in ganizations of the country; sixty-one again in July at Plattsburg, New York, to \$40,046.61, leaving on hand a balance of \$3,931.38. The report of the Committee on By-laws is not inmaking in all nine meetings which have cluded here, as a perfect copy of the by-laws will shortly be placed in the hands of all constituent making in all nine meetings which have cluded here, as a perfect copy of the by-laws will shortly be placed in the hands of all constituent members. that no good can come out of any place but Chicago. I am bound The third session was held on Tuesday evening. Five addresses were delivered. The Hon. Carter to say that they are vindicated in so many respects that nothing but Glass, of Virginia, chairman of subcommittee of House Committee on Banking and Currency, spoke on a proper obligation to keep their heads down to a proper size prevents banking and currency reform. His speech was intended to set forth the problem rather than the remedy. my admitting it. And in this instance we may as well admit that we ors' meetings has been a very large quorum, about sixteen out of twentythat had taken place in the service and of the resulting increase in efficiency. Both of these speeches will

> The above speeches, each dealing with one definite subject, were followed by three speeches defining the viewpoints of three men relative to the place of commercial organizations in national development. The kind. Now, are you going to let him go? (Cries of "No!") Well, of speakers were E. A. Filene, Vice President International Congress of Chambers of Commerce, Boston; course you are not; and he has too strong a sense of duty-I know Frank W. Noxon, Secretary Railway Business Association, New York City; M. B. Trezevant, President that without talking to him at all-that when the call is made thus American Association of Commercial Executives. These speeches shed valuable light on commercial organization work and will be made part of the next issue of The Nation's Business.

The fourth session was held on the morning of January 22, and took up free discussion of a per- it is necessary in the opinion of all his associates in this important nanent tariff commission, the recognition of the republic of China, the Pomerene bill, and the Page bill. movement and this great organization that he should continue to be pected out of a group of men drawn have been kept posted by a printed Resolutions regarding each of these will be found in other portions of this issue. The action relative to the Pomerene bill will be found in the introduction on page 1.

On the afternoon of January 22 a reception was tendered to the delegates and their ladies by the United States with so much certainty that has been taken by the board of President and Mrs. Taft. More than five hundred guests were received at the White House, and subsequently entertained at tea. The occasion was delightfully informal, and a large portion of those present had opportunity for personal conversation with the President.

The first annual banquet, held on Wednesday evening, January 22, is mentioned in the introduction to ors found at the very beginning, in en- tions, and their great desire to be in this issue. The speeches of President Taft and Dr. Charles W. Eliot are included in full. Hon. Champ Clark, Speaker of the House, had consented to address the gathering, but was at the last moment prevented from being present.

The fifth session, on Thursday morning, January 23, listened to a very careful and convincing argument on the part of A. S. Caldwell, of Memphis, relative to the Mississippi delta and its needs, ending with a call for sympathy on the part of the rest of the nation in meeting the problems that result from overflows and breaks in the levees. Mr. Caldwell's last statement was as follows: "I hope your hearts are touched by the misfortunes of so many of your fellow-citizens, but just now I am not appealing for sympathy alone If it is your purpose 'to become the source of information, with respect to new opportunities for trade expansion,' the protection and development of this great territory-larger than two European kingdoms and as large as four of our Atlantic coast States-should be your concern, and I ask you to make it your cause.'

Subsequent to this address, the report of the Committee on Resolutions was received and acted upon. Thereupon, the first annual meeting was declared adjourned by President Wheeler. The various delegates stayed in the meeting room of the New Willard for more than an hour subsequent to adjournment talking

over the great first annual meeting in which they had just participated. On the afternoon of January 23 the newly elected directors met to organize. The following vice presicome to see, in the by-laws that are submitted for your approval, which by-laws have been adopted as a result of the meetings of this board of yours, every meeting taking the entire docuvacation and something more for the D. Simmons, St. Louis, Mo.; August Vogel, Milwaukee, Wis.; E. P. Wells, Minneapolis, Minn.; John W. purpose, and the other one having the Philp, Dallas, Tex.; W. A. Marble, New York City; R. G. Rhett, Charleston, S. C.; A. J. Logan, Pittsburg, by section, article by article, redrafting and revising and studying its effect, and will be presented as the unanimous gift of the board of directors of mous gift of the board of directors of this chamber, and did yeo
1012, as the best thought which they

Turn by section, article by article, redrafting opportunity of leisure at the moment and tendering his services—traveled hundreds and thousands of miles in the various resolutions that had been referred to them and remained in session until late in the evening. They were in session again on January 24, and finally adjourned at 3 p. m., to meet in Washington again some time in

president of the American Federation of Labor; Hon. J. Francis Burke, Representative from Pennsylvania; Mr. A. H. Baldwin, chief of the Bureau of Foreign and Domestic Commerce; Mr. John H. Fahey, chairman of the executive committee of the Chamber of Commerce of the United States of America; Mr. John Joy Edson, treasurer of the Chamber of Commerce of the United States of America Hon. J. M. C. Smith, Representative from Michigan, and Mr. E. A. Filene, representing the Chamber of Commerce of Boston. To the right of President Wheeler were the President of the United States: Hon. George E. Chamberlain, Senator from Oregon; Hon. Charles Nagel, Secretary of Commerce and Labor; Hon. Joseph E. Ransdell. president of the National Rivers and Harbors Congress; Judge Martin A. Knapp, of the Court of Commerce; Hon. Charles S. Barrett. national president of the Farmers' Union; Hon. James W. Graham. Representative from Illinois; Mr. David R. Forgan, of the Chicago Association of Commerce; Mr. A. B. Farquhar, vice president of the Chamber of Commerce of the United States of America for the Eastern States; Mr. J. Kirby, jr., president of the National Association of Manufacturers; Mr. H. E. Miles, of Racine, Wis., vice president of the Chamber of Commerce of the United States of America for the Mississippi Valley States; Maj. Rhodes, military aid to the President, and Hon. W. D. B. Ainey, Representative from Pennsylvania.

All sessions were characterized by marked reserve, every man realizing that the vital interests of the business world of America were involved in this first annual meeting, so that hasty conclusions, the desire to make records in discussions, the willingness to score points for the sake of personal exploitation, and the temptation to secure mushroom growth must be avoided in the annual meetings and the

intervals between such meetings.

President Wheeler Makes Board's Annual Report

You have had a board of directors during the year 1912 gathered to each other, some of them not even present at the meeting at which they were elected, and in the service which they have rendered to this chamber during the last year, little less than a miracle has been performed, not a miracle in the labor which these men have performed interest, but the miracle of a choice of men from all sections of the United States, with differing interests, representing different lines of commercial or professional endeavor, unknown to each other and yet coming together as a body in such firm friendship as a result of nine months' efforts that every member of that board will feel the keenest disappointment when its final adjournment takes place on the last day of this session, and just prior to the introduction of the incoming board. It only goes to show, gentlemen, that over and above and beyond all that comes of good from the value of the labor performed for commercial interests, the personal contact with men who are permitted to serve in such a capacity, the friendships, and the satisfaction that arises from that, are worth more than all else to them, and form a memory which will be pleasant to them so long as

No Formal Report.

If it stopped there, with pleasant memories, it would be of very Your board has been extremely democratic. In asking the board what kind of a report it desired to make to this conventhe board what kind of a report it desired to make to this conven- R. NELSON BENNETT, Wilkesbarre, Pation I found a disposition on their part to say, "Let us make a report GEORGE T. LEACH, Washington, N. C. after the things have been done that we can point to any say "These M. B. TREZEVANT, Progressive Union, New Orleans, La. are great accomplishments," giving a brief outline only of the things we have undertaken during the past year, and not magnifying the present to you a formal report of the board of directors, such as you might ordinarily expect as times goes on. I would rather tell you something of the more intimate experience of that board and the little story about how the work has grown under its hand, because, after all in this our first annual meeting, it seems that will serve a better pur-

the final analysis, are organizations been held in nine months from the be representing a trade, or group of ginning of the organization to the prestrades, and the dues of the 280 organ-ent time. (Applause.) izations amount to \$18,000.

By-Laws Evolution.

of directors the task of creating a case our meetings ran to above twenty your benefit, we were given a provi-sional set of by-laws, to be, as nearly to called meetings in the eastern secthat should be, under the orders of the far southwest, or on the Gulf line. deavoring to apply the laws and the rules which had been given to us as the utter impossibility of coming across certain inherent weaknesses which session. So that we have their co-op must be overcome, and certain governeration and their interest and their sup ing laws which would not apply, no port, although we may not have had matter how hard we may try to do it, their actual attendance at our meetings to certain classes of organizations as often as we should have liked. whose membership was large in number, with a small annual due, and to whom the burden of the dues as fixed n the organization committee would have meant a real burden and a por-tion of their total income entirely bend reason for us to ask them to give. And so we found that it was necessary to make changes in that particular, and changes in the particular of representation, as you will ultimately come to see, in the by-laws that are ment paragraph by paragraph, section by section, article by article, redrafting have to offer to you concerning the

these organizations have a membership of 158,790. Two hundred and twenty of these organizations are local organizations, or chambers of commerce, or board of trade, characterized by us as the civic and commercial or-

The average attendance at our direct-At the time the organization com- five directors, and the five officers, mittee placed in the hands of the board who are ex officio members, and in one appear later in a complete report of the meeting. great organization for your use and for It has been found very difficult for us as possible, the basis of action during tion of our country, where they are the year, and the basis of the by-laws resident on the Pacific Coast, or in the last convention, evolved by the board These men have been just as deeply of directors for your approval. Clear-interested as any who have attended ly no wisdom would have been ex-the meetings of our board, and they together as the group was drawn in docket in advance of the meeting, and April, 1912, to forecast the needs of by the printed minutes following the Chamber of Commerce of the meeting, indicating exactly every step as to be able to lay down the funda- directors, and each time a meeting was mental laws of the organization in a called and they were unable to come, manner requiring neither change nor the expressions of regret indicated the amendment, and your board of direct- keen interest of these far away secprovisional matters, that there were the continent for a two or three days'

Results of Field Work.

The field work that has been doneand that was one of the first tasks has been accomplished by the employment of one field secretary, Mr. E. F. Trefz, of Chicago, and by the voluntary contributions of time by Mr. Joseph P. Tracy, of Saginaw, Mich., and Mr. A. W. McKeand, of Charleston, S.

President Taft's Speech at the Annual Banquet

The address of President Taft at the first annual banquet of the Chamber of Commerce of the United States, January 22, 1913, was re-

It is a great pleasure to be present at this first annual dinner the National Chamber of Commerce. Your president has been good looking about to make a distinction between those things I can take with me as peculiarly belonging to the person who has lived there for to the nation, and in a similar way anything that can be attributed to the particular administration, as distinguished from that ordinary course of business that is of necessity and does not belong to the credit of administration, I am now engaged in trying to select for the pleasures of retrospect. And it is a great pleasure to look upon this audience and think of this institution, not as a "baby" of the adminis tration, but as a full-grown man, springing into being under influences that prevailed during the four years that I have had the honor of being at the head of the government.

Secretaries Straus and Nagel.

My friend and associate and supporter, who is really, so far as any member of the administration is entitled to any credit, entitled to it, my brother Nagel, says that the germ of this association is to be traced back to a man named Pelatiah Webster-not Daniel-who first proposed the Constitution of the United States, and he thus carries its inception back to the last century. Well, it may be it has to go back Our friend Secretary Straus is really entitled to the suggestion of the germ of the association, which was not carried on to completion for one reason or another. It happened in this administration that it was again taken up, and it now has come to a successful life. And I congatulate the association that it is so. Secretary Nagel entered upon it with the courage of a man who believes that he has an idea that ought to germinate into something useful, and certainly he has been vindicated by what has happened.

Work of President Wheeler.

I don't intend to make any individual distinctions, but it was a great, good fortune that brought to the choice and opportunity for choice of this association the present president of the association, President Wheeler. I have heard it intimated that he thinks that one year and one term is enough. Now, I am no third-termer. The fact s I don't seem to be a second-termer. But there is a time in the life of a movement, in the life of an organization like this, a crisis when the continuance of the man who has given the most impulse to its life is essential that it should be a success. Now those of you who organization in the world, in Chicago, a man whom Chicago's perceptive genius had selected as the man to lead that organization, ready and fitted to head and carry to success a national organization of this unanimously, although he with his modesty, differing somewhat from the ordinary Chicago modesty, may not think it is necessary, sees that its head at least for another year (and I should say at least for a term of four years), he has too strong a sense of duty to decline re-

Commercial Patriotism.

What is the purpose of this organization? It has come on at a time when the opportunities for making an organization like this seem to me to be especially useful. I have been surprised in going about the country-and when you go about the country you learn a good deal you did not know before, especially on a speaking trip, when you meet the local committees-to find that there is no town and no village too small that it does not have either a Board of Trade or a Chamber of Commerce. It may not have any commerce and it may not have any trade, but it always has a Board or a Chamber. It is the expression, on the one hand, of a hope, and, on the other hand, of a determination to organize into effective operation and expression and influence upon public opinion in the community where it is organized of the enterprising citizens, whoever they are, whether they are druggists, or doctors, or ministers, or lawyers. It is for the purpose of concentrating into one organization the best influences of the town for civic development, and they call it a Board of Trade or a Chamber of Commerce. Now there is not any reason why those organizations should not be units that go to make up together, with the larger organizations of larger towns and cities where there is real trade and real commerce, the constituency of this great organization; and I speak of the movement for the purpose of showing the power that this national organization has by the referendum to all these organizations to gather from them the best public opinion that there is, in order to influence the legislation of the country, so far as that may be properly influenced.

There is a great deal to do in every legislative body. There is a

Continued on Page Four.

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Secretary Charles Nagel Speaks Encouragingly

am an illustration of the old saying that "Fools rush in where o tread." If I had been a business man, no doubt, I should have what I undertook, but being a mere lawyer who indulged his imduded that there was no reason why the business men, the industrial forces of this country, should not have the support of tes government as every other interest has. (Applause). When ire what the cause was I said to myself that it is the lack of ding. We do not touch elbows, and we must by some means between those forces and the governmental agencies. That is of the scheme. There are good men among you who have But at last the time seemed to be ripe for decisive action, and new say that the ship is launched. (Applause).

our invitation to open this meeting with the profoundest grati-this was my privilege last year you were almost compelled to se only in that way could the work be started. Now you speak ame, and when you ask me to open this meeting I have the right invitation as an indorsement of what I have tried to do, (Apngratulate you upon the manner in which your plans have been

Conservation Urged.

The gentlemen who have promised to reduce the high cost of living have a

i congratulate you upon your board of directors redeem. You know that. We are an redeem. You know that. We are an overpromised people to-day in the line of happiness. (Laughter) You want to face the proposition. Promises have been made for us that we cannot redeem. To meet the situation we must redeem what we fairly can in order that we may dispose of the rest on the ground of impossibility.

Conservation Urged.

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big contract on hand. (Laughter.) Something may be done, of course. We all admit that; but we must divide the pating the future too much. It is to feel your way. At the same is well to remember that in the people are accustomed and results, and from now on pose of this organization will be manifested in things acced. I understand you have sidering a budget. We are all din the budget. We are all din the budget. We ought to clear perception of the legitimes to be accomplished and ways and means to achieve its flut I think you are entire promise to reduce the high cost of living is to be redeemed, the gentleman who makes that promise will have to catch the consumer first and reform him. (Laughter.) The consumer is as much responsible for the high cost of living as any other person in the United States, because we are given to a life of waste and ostentation and display which is at the bottom of our whole difficulty. (Prolonged applause.) Let us be honest about it. Waste is our enemy in this country. Talk about conservation. Yes, we need conservation, but conservation is not the mere saving of what we have got, but it is the replacconsideration of the budroader sense. We ought
ed in determining what are
lions of government; what
rounnent do for the people
all the people be permitthemselves. That is the
is presented to us to-day.
This country is confronted
at problem of the legitito a government and that mas of government, and that of some servation. We talk of foreign countries as thought their armies were the source of expense only. I tell you that if we could take all the dudes and toughs in our country and drill them taken us in the face. What

Tarif Commission Necessary.

we must not neglect that which can be and is proper to be done. We must meet

get what it can regardless of

times. That was the best opto consider currency measures. had a good many discussions

Constwise Service. toll question. We have built we have adopted a measure e now hesitating. The decision tense importance to each and of you because in this coun-rity is universal or it cannot want an expression of opinwe should protect our coastwise we have up to this time let ct it. If we have any doubt measure we have adopted, let one that cannot be assailed. opt the measure that cannot means to call it what it is, that. Why evade the subject? protected the coastwise service s time against tolls for lake, bor, and river improvements, and let us call it by a name

Direction Necessary. nopoly question. It is unmonopoly question. It is une still talk about nothing but
and we have done nothing
f protection to large comsay again, as I have said
my term, that if the naernment assumes to provide
to and say what shall not be
high time that the same gove still talk about nothing but high time that the same gov-brovide the positive and say without bias and without prejudice, with from that proposition. We are and international comparements an international comparements an international comparements an international comparements an international comparements and international comparements and international comparements and international comparements and international comparements are also as a comparement of the comparements and international comparements are also as a comparement of the comparements and international comparements are also as a comparement of the comparements and international comparements are also as a comparement of the comparements and international comparements are also as a comparement of the comparements and international comparements. we are all patches on the same cloth. The success of Louisiana helps Michigan, and the authority hed. We ought to have the two it. I am not saying that a complaints, or that there is. complaint. There is. We need only look that there was ground for but what I do mean to say is

Dut what I do mean to say is

What has been your difficulty? I say you have been divided. Agriculture is one large interest in the United States an agitation of this kind has that has been permitted to speak for itted, it needs intelligent directed, it needs intelligent directed and it needs in the needs intelligent directed and it needs in the needs intelligent directed and it needs in the needs in and you alone can furnish that one by giving it the benefit or experience and your knowledge. Withhold that direction others not advised will take charge, will use prortunity and fasten upon you and that you cannot stand. They want an along the farmer, the ant and the manufacturer can ever them for a target. They will not stand for it. You have been successful, and you do been shot full of holes, and you do not dare say anything. The labor unions know what they want and ask for it. They want a Department of Labor and everybody votes for it. Although the regulation of interestate labor presents rather a limited sphere, no one asks that question when labor wants something.

PERMANENT TARIFF COMMISSION.

Whereas the tariff is fundamentally an economic question, affecting directly or indirectly all industry and commerce and all citizens, for which

reasons the tariff policy of the nation is and must always be a political issue, to be determined by the people at national elections; and Whereas the adjustment of the tariff schedules to the tariff policy of the nation, on the contrary, is essentially a technical problem, vitally affecting all industry and commerce and demanding for its proper solution a complete, accurate, and impartial knowledge of all the essential facts relating to each and every industry covered by the schedules and

lating to each and every industry covered by the schedule; and
Whereas Congress; in which alone is vested the lawmaking power,
should have at its service, to aid it in framing the tariff schedules, a
permanent and competent body of frained and impartial experts, for the purpose of gathering, analyzing, and tabulating all of the vast amount of technical and statistical data needed for the intelligent understanding of the many and diverse interests affected by the tariff; Now, therefore, be it resolved, as follows

I. That the issues thus involved are peculiarly within the scope of the proposed activities of the Chamber of Commerce of the United States of America, and should be submitted, by a referendum, to the constituent members in order thereby to ascertain their views and to determine the policy of the chamber

2. That the proposition so to be submitted is to the effect that Congress shall be urged to create a permanent body of experts to gather, investigate, and tabulate technical and statistical facts of all kinds pertinent to the tariff schedules, both in this and other countries, and to report thereon, from time to time, to Congress when and as it may direct, its reports to be available to Congress in the framing of tariff schedules, and available to the President for his guidance in his consideration of tariff bills and of proposed commercial treaties with other nations.

3. That this resolution be referred to the board of directors for sub-

mission to the constituent members of this chamber to ascertain their views thereon-Resolution adopted at the first annual meeting of the Chamber of Commerce of the United States of America.

THE CONSULAR SERVICE.

It is essential to our national self-respect as well as to our commercial expansion that the personnel of the consular service be in the highest degree efficient. In recognition of this fact, by executive orders, President Roosevelt established and President Taft extended regulations providing examinations for entrance to the consular and diplomatic services and promotion from grade to grade. The increased efficiency of our foreign service, due to these orders, is beyond question; their revocation or suspension would retard the commerce of the country, and prove of serious injury to its business interests. They should be given recognition, stability, and permanence by enactment into law—Resolution passed by the first annual meeting of the Chamber of Commerce of the United States of America.

COMMITTEES.

The method for the selection of committees in the Chamber of Commerce of the United States of America was fully ex-

the question of squaring public conduit with private conscience; it is the question of squaring political declaration with the present position. Ask it and you possible for this general and wise object commercial and industrial experience. will have it.

How many platforms did we have last "I congratulate you upon the situ-

How many platforms did we have last time? How much did we mean when we issued them? How many were vote-getissued them? How many were vote-getcause there are so many parties that nobudy knows where he belongs, (laugter). The business world did not even know how to vote to register its opinion. What we need is to square political declarations and platforms with commercial, industrial and social experience. You want to register your common exper-

standards—standards which would reduce where as protection was only which would reduce where could stand it. We hack to the old system, and secure appropriations in the Commerce in my department of Commerce in my department in pursuing the authority is now lodging each industry come in daving each industry come to the standard of private conscience.

That sounds a self-sepecting participant. Force of points a powerful agent.

The could name of commerce and we have endured these things, and we have endured these commerce of the United States of American the secure appropriations in the following stream of the course and the energy that are needed at the present time of the United States of American these commercial boddles was introduced into the House by Representative of the United States of American the secure that they would not want to suggest that at it can regardless of upon other industries and mer.

The considered by the Committee of the United States of American the secure that the three shall be which was suggested at the time shall be when was everified to the commerce these commercial boddles was introduced into the House by Representative of the United States of American the secure of the United States of American the secure that the secure that the secure that the secure that the states and intended to promote a law these commercial boddles was introduced into the House by Representative of the United States of American the secure that th pto the standard of private conscience committee to sing its own get what it can regardless of tupon other industries and get what it can regardless of tupon other industries and it would not want to suggest that it be compared with any State government compared with any State government compared with any State government as to efficiency and integrity; and I would not want to suggest that it be compared with city government. It is all very well to indulge in this long distance criticism; but look at an administration of four years standing, with annual expenditures or over a billion consider currency measures. In the conting, and a good many discussions we have done nothing, and not an embezziement to show for it. Where are the scandals? Look at the Panama Canal, a new government, to be for what may come. I trust coming, but it does not look like you begin talking about a measures when we have red comminstend to the world, and so far not a scandal. Where would your State and City government be if they undertook such a scheme? Don't be alarmed about public of the sorted to express his judgment. Or one solved, but whom the limitations of the character, and is restricted to purposes which will be of look like your government, and the people in charge of it know it.

Conserve and Politics.

But what is the difficulty? It is not the question. You have be have not the question of squaring public conduct, There is no escape proposition.

The political committee to sing its own the proposition. The politics are criticism; but looks at an administration of four years standing, with an administration of four persist you will get it be considered. The object of the association of interstate and internation of four persist. If you persist you will get it will be a secretary who, unlike myself, will be a secretary who, unlike myself, and there can be no doubt of the wise of constitutional objections raised to the constitutional objections raised to the constitutional objections raised to the constitutional objections raise

patriotic purpose of the organization and shows that under this charter it is not to be abused or transcended.

Great good will come from the organ-

Dr. Charles W. Eliot Describes Many Phases and Needs of the Civil Service

Merit in Public Service.

-all of them are only to be obtained from a patron. Think of that in this

I do not mean you to infer that dur-

There is nothing to guarantee the re-

tention of the fit for new appointments or promotions on a basis of merit.

SERVICE ON SERVICE STATE

ate or the House of Representatives, hopes by firm ethical purposes.

Ladies and Gentlemen: The greater part of my life has been de-voted to educational administration, and I always think, whenever I dent only confirms. (Laughter). am led to reflect upon the purposes of a new public organization like this, what its educational work is going to be, and that always seems to me likely to prove the most important part of its work, because, after all, ladies and gentlemen, the hope of civilization is in the education, not only of the children, but of all the people. (Applause.) It is not only the hope of civilization, it is the hope of every institution, because free institutions, as we learn by experience, cannot be well and successfully managed, cannot successfully conduct a government of the people, for the people, and by the people, except with the aid of a continual public exertion for education of the entire people.

THE PARCEL POST.

aid of a continual public exertion for education of the entire people.

THE PARCEL POST.

What is the reason we have only just got a parcel post, Mr. President? I saw the parcel post of Switzerland hard at work all over the republic in the year 1864. It was a perfect system, so prompt, so perfectly honest, so conducive to the commercial and manufacturing interests of the country, including agriculture. I remember being in Switzerland one day in July, and marveling at the transportation by parcel post of absolutely open baskets of strawberries, but arriving untouched at their destination. The farmers of Switzerland which could see intelligently the real needs of the country, the real needs of the country, the real needs of the country, where they had power enough confided to them by the constitution of Switzerland to do that thing, without waiting until they could educate the people by the millions to recognize that a parcel post would be better than an express company. We had to teach millions upon millions of our people that the parcel post would be better than express companies before we could get this thing done. It took this widespread democracy all that time to carch up with little Switzerland. (Applause.)

And so in regard to many other Re
Jand so is the post
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Jand the million applause), and the rest the post
Jand so is the post
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Jand so is the post
Jand so is the United States organized in the recapable of over young and the racy all that time to eatch up with lit-tle Switzerland. (Applause.) And so in regard to many other Republican and Democratic difficulties

which have been alluded to to-night. one other thing, that it be thoroughly We had to wait in this country for democratic, that when the young man tion, with government in the hands of a small class. How long did it take them when they set out to get from silver to gold? A year and a half. They did not have to teach the millions of population of Japan that fiat money would not work, that irredeemable paper was a bad thing. Is this slowness of Republicans or Democrats a bad thing? That depends on your conception of what government is for what free institutions are for. They are for lifting the mass of the people into intelligence by education, by expectation of the service at the bottom, he should see clearly before him the possibility of attaining the highest places in the service. You will not ge the right kind of people into the bottom of the service of the government unless progress is free to the meritorious to the very top. (Applause).

Now, ladies and gentlemen, I think well of this association as a teacher, because American business is nowadays organized and conducted on just those of the right sort should be induced to enter the service at the bottom, he should see clearly before him the possibility of attaining the highest places in the service. You will not ge the right kind of people into the bottom of the service of the government unless progress is free to the meritorious to the very top. (Applause).

erty is the greatest sentiment on which the American people has been developed, and is to be developed—liberty for all men and all women? One can see in Oriental countries the consequence of denying liberty to women. Liberty is the foundation of American tration, or, for that matter, during the life, and it remains so in spite of our preceding administration, appointments recognition that from liberty grow great to the higher position have all been

Business Men to Teach.

Now, thinking of this new organiza-tion of business men as a teacher, what may we hope that you will teach? der the present administration, I think There will have to be a selection. So many things have to be taught. I think tem, and when the law has given them

Here is a job for this new Chamber of Commerce. I submit that you have every possible reason for going at this ob with vigor, insistence, determination. Every great business and every small business of this country is dependent upon governmental agencies. There is not a business in the country, not the farmers' business, not the miners' business, no banking business, of course, or manufacturing businessthere is not a business in the country that is not dependent on the United Sates post-office, and there is the post-office of the United States organized in place can create for China a stable rev-

> condition in regard to the lighthouse establishment has been changed.

There is the great collection of the And of public service we should ask internal revenue. Again, all the chief officers in that service are patronage thirteen years after the close of the civil war in order to teach millions enough of our people that we had better get back on to a gold currency. Little Japan came along many years afterward, with an imperial organization, with government in the hands of a small class. How long did it take est interest in setting to work to get

servation. We are overpromised. But we must not neglect that which can be must not neglect that which can be must it it we neglect that which can be must it it we neglect that which can be the actual situation and you alone can be come to say, therefore, that you have the keen-week must not neglect that which can be the actual situation and you alone can be come to say, we had an affasten upon you measures under the commission made which you can not prosper. Neglect to do what can be done is the source of the United States of America was fully expected of and the commission below the profit of the profits of reduced cost of living you with these parameters are the commission is to get as commi

the worst thing in our country, the most likely to damage us, to bring us to an end, if we could not find a way out of it. But with generations to teach in, we are able to teach the great mass of the people, and that is what we are doing at this moment with regard to municipal government and the evils we have ourselves developed in municipal government.

Sometimes I think that out of liberty come great, serious, dangerous evils, in the administration of public affairs. Not all lis good that liberty brings. But do we not all still hold that liberty for the individual is the most precious thing to the progress of mankind, that liberty is the greatest sentiment on which is the greatest sentiment on which is the greatest sentiment on which is the most precious thing to the progress of mankind, that liberty is the greatest sentiment on which is the most precious thing to the progress of mankind, that liberty is the greatest sentiment on which is the greatest sentiment on which is the most precious thing to the progress of mankind, that liberty is the greatest sentiment on which is the most precious thing to the progress of mankind, that liberty is the greatest sentiment on which is the most precious thing to the progress of mankind, that liberty is the greatest sentiment on which is the most precious thing to the progress of mankind, that liberty for the individual is the greatest sentiment on which is the greatest sentiment on which is to an end, if we could not find a way out of it. But it is only the lower grades, and the promets, too, are not permanently organized on business. And yet these establishments, too, are not permanently organized on business principles. All the heads, all the higher that all the heads, all the higher the administration. The wrong principle which has prevailed in the organization of our civil service in the patch that is the state of the match in the administration of public affairs. Not all the present moment the ambitious youig men, intelligent, and honest, who go in at the bottom, s

reform, this much-needed reform in the national civil service. And the need is not limited to the national service. The same need exists in our State governments and our municipal

Civil Service Development.

But you may say this is not an evil that this chamber can successfully at-tack. I do not think so. In our exmade for patronage purposes and with perience there has already been accomplished a considerable education of the American people on this subject. Take, declarations and platforms with commerce. I trank you, and I trank you, and I trank you and social experience in the president and the board for the president and the public generally will also have to be a selection. So there will have to be a selection. So the man the public should be present administration, the vote without exception, favor the merit system of the short the law has given them issued to the present administration. It links than the public should be present the present administration. It links than the public should be present administration. It links than the public should be present administration. It links than the public should be present the present administration. It links than the public should be pres for example, as an illustration, the vote make and make clearly is that on a change of party control of the administration, whether it be from Republication of this change of the change o

I believe you can effect, through the action of this chamber, this great ethiican to Democratic or from Democratic cal reform, this great business reform; to Republican, all the higher positions are unprotected by the civil service law. not likely to be durable, or, in the long run, profitable. You have all or promotions on a basis of merit. Witnessed a very great reform in the order are subject to the old spoils administration in its entirety. ministration in its entirety.

It was not so down to the time of alluded to to-night. You have witness-Jackson, but it has been so ever since. The upper places in the American civil service are inaccessible except through a patron. How has this come about? A bargain has been made between Senators and Representatives. Certain of the higher posts, almost all of them, the figher posts, almost all of them, you may perhaps say there are relatively few, compared to the masses of the voters. But have we not had over again in this country demonstration by the Senate. Patronage has been distributed to the members of the House of Representatives, and now the constitutional practice has been represented by the president of the process. versed. It was for the President, or other higher officers of the government, to select and appoint, and the Senate to confirm; now it is members of the Sen- of your business and in your patriotic

esolved. That the President of the Chamber of Commerce of the United States be requested to personally convey to President-elect Wilson the felicitations of this Chamber upon the high honors accorded to him by the American people, together with an expression of the earnest desire of this organization to be of service to the incoming Administration.

Adopted unanimously by the delegates of the first annual meeting of the Chamber of Commerce of the United States of America January 23d.

Felicitations to President-elect Wilson.

ntitle no foreign country to stion. (Applause.)

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Unity of Interests

What has been your difficulty? I say

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e power hese orere is, in may be

President Taft's Speech at the Annual Banquet

great deal to do in any legitimate view of the functions of Congress. In the minds of a good many there is a good deal more to do by Congress than Congress ever ought undertake to do. In other words, I think one of the errors into which we are likely to fall in this generation is the idea that the government ought to do everything, and that individuals ought to do comparatively little until the government has individuals ought to do comparatively little until the government has foisted them into position where they can do it easily. But under any conditions, there is a great deal for Congress to do, and more than it can or will do. And therefore one of the important functions of the leaders of Congress is the selection of what is to be done in addition to the appropriation of money enough to run the government, and it is in that selection of the issues to be presented and argued out that corded I conceive that this organization will have its most important function. The natural bent of Congress will be to take up those issues the settlement of which will offer an opportunity to go to the country and cago office, which was the membership tion's Business" have been made. These say: "There, we have done this most popular thing for you, and send office of the chamber during the past six issues have gone to more than 6,000 us back." Now, I am sorry to say that it does not always follow that nine months, 23,560 pieces an issue of that kind is the one to which Congress ought to devote its chief attention. Take, for instance, the question of banking and currency. I am speaking to a commercial body. I am speaking to men matter how small the city, no matter praising the character of the service is who know what the function of banking is and what the function of how small the organization, in order indicative of the welcome which this commercial Organizations Strength. a currency is, and I venture I will encounter no denial when I make the statement that there is not anything in the whole range of national legislation that more directly affects the welfare of the poorest and Commerce less fortunate in the country than the adoption of a sound financial banking and currency basis. And yet its character is so complex, it is so far removed, apparently, from the welfare of the working-man, that months more than 6,000 letters, in anhe says, because he has so little money, "Why should I bother about swer to correspondence and originating the principles that govern the great collections of money in banks and in the government?" And so it becomes important that there should be brought home to him and to Congress itself the fact that that issue ought to be taken up and settled as perhaps the most important issue that we have, in spite of the fact that it may not offer itself as a good subject for discussion on a platform to carry a crowd with you when has been put upon that one thing than gentlemen have had opportunity to exyou are hunting votes.

Civil Service Reform.

And there is another subject—I am not going to invade the territory or the speech of my friend, President Eliot, but here is the subject of civil service reform. We have gotten along pretty well in that regard. We are gathering, generally, everything that is lying loose under the classified service of the civil service law. But there are some things that do not lie loose. Now an order made in October putting fourth class postmasters under the classified civil service, has attracted considerable criticism. I am not prepared to say that the criticism has not some foundation in this: That under a succession of Republican administrations, when there was no restriction as to how those postmasters should be selected, Republicans have been given these offices. It is possible that during the late upheaval the definition of what a Republican is has changed so that there is a division now among those postmasters into Republicans and Bull Moosers sufficient to say that be their being put under protection of a classified service is not altogether the by-laws which we offer for your something out of nothing," and he asks a movement solely in the interest of one party. But it is true that they are generally non-Democrats, and it is natural, therefore, that Democrats coming in with party spirit should feel that an order like that was not fair, because it classified for the benefit of one side only.

I have been patient, therefore, with the delay in adopting my proposition that all local offices-collectors, postmasters, surveyors, all who play any part in the local administration of the government, who are now appointed by the President and confirmed by the Senate-should ultimately have their method of appointment changed so that they may be appointed by the President and then by him put in the classified service. Now without breaking any confidence of my successor, I venture to think that after two or three years those local offices will have we had the means. If the board of displayed in close touch with the work as it changed their political complexion to such an extent that they may be put then in the classified service without including any injurious number of Republicans, and that thus the swing of the pendulum may ultimately bring all those local offices, and indeed the chiefs of bureaus
and everybody, as in the English system, within a permanent tenure, except those secretaries and under-secretaries who exercise guidance in
the selection of policies and should change with each administration.

or Commerce, disbanded as a result of our meeting, had gone strictly upon business lines, and spent only the money they had in hand, you can readily understand that no organization would have been on this side are anxious to know our own shortcomings, and willing to accept any suggestion and willing to accept any suggestion and any criticism that is fair and in the exists a relationship that there were thankfully received, because we who have been on this side are anxious to know our own shortcomings, and willing to accept any suggestion and any criticism that is fair and in the exists a relationship that is as it timate This is perhaps a radical change, but we have come quite close to it that should be serviceable to you for now. We have a consular system and a diplomatic system that has all years to come, and to the nation at civil service reform features in respect of every office but Ambassadors and Ministers. You gentlemen know the importance of having than the good will of the cona good consular system. You know it will break into the business of treasury, against which there were some the country to put a lot of mere tyros into that system. Now it is not very considerable liens. The establish- Chicago, a budget was presented for render. I am not overlooking the improtected by anything entirely under a clasified system, but an Executive order and an enabling law. It can be changed into a spoils system by revoking an Executive order. Now your influence will be needed to say that while not extravagant, it to back up the incoming President in preserving that system and continuing it to be as useful as possible and making it a great deal more useful for the benefit of the country. That is a very important matter, although it does not appeal loudly as an issue to the people and does not make food for stump oratory.

Urges Economy and Efficiency.

Then here is the question of economy and efficiency. You know as business men that it is necessary after you have run a business for 125 years on a basis adapted to a capital that was very small and a have given us the evidence, through and asking the business men of the scope of business that was very narrow to reorganize and adapt your departments and your executive organizations to a larger field and a wisdom which embodies in their statistical records, of the outlook is most optimistic. There greater responsibility. Now we have not had in the history of the country of the course of these nine is not a single cloud in the sky of the J. W. Motte, Board of Trade, Savannah, Ga. try any such reorganization. We ought to have it, and we have now a Commission on Economy and Efficiency that are making their recomself to the people who come and go, and who correspond with your organshow expenditures of something like show expenditures of something like show expenditures of something like show or a lack of harmony in mendations with a view to that change. I don't say that their recommendations are perfect, but I do say that they are men who know what they are talking about, who have had great experience in business and they are talking about, who have had great experience in business and they are talking about, who have had great experience in business and the essential features, and it was dein government, and their recommendations are entitled to consideration, whether you reject them or not. We ought to take up their recommendations and pursue a course of reaching the best system of government that we can devise. Of course, you cannot run a government as you run a business, because a government is very different. It is not a money-making arrangement. But there are certain general principles that are common to both. And wastefulness, considering what the purpose of government is, can just as well be excluded from government as it can from business, and duplication of functions, duplication of bureaus can all be eliminated if we will only go about it in a plain, ordinary, common-sense, business-like way.

But the difficulty is that it is hard to fix the attention of Congress upon such a topic. They are more concerned with issues which will affect their re-election. This is inherent in popular representative bodies. We have to recognize it as being always present and spend time deploring it. It will always be present. It it inherent in popular government. It is one of those penalties you have to pay for the great

THE REPUBLIC OF CHINA.

We regard the foundation of the Republic of China as having deep international significance and as calling for the sympathy and co-operation of all civilized nations whose experience in modern methods of government can aid the Republic of China in meeting her vast problems of readjustment.

Therefore, the Chamber of Commerce of the United States of America unanimously commends our government for having been prompt to recognize the provisional government of China, and urges early recognition of the permanent government now about to be organized.

Resolution adopted at the first annual meeting of the Chamber of

President Wheeler Makes Board's Annual Report

to every organization of which we back from all parts of the have been sent out during the nine

board, and some suggestions may very of our constituent bodies greater success to the organization. That is what we are all here for. There rectors who would not cheerfully wel- rectors. come any suggestion that would make

The Washington Headquarters. The next thing we had to undertake as a board was the establishment of a headquarters in Washington, upon your mit that the Chamber of Commerce of travagant in our headquarters, but we little while to tell him a little story, certainly have a very creditable place. We have chosen as an official staff the his mind. But on the question of criti-

man service, and secured many applications as a result of their work. (Applause.) You will be interested to should be undertaken; not a newspaper us to begin with. Like the loaves and know that these three gentlemen vis-ited 117 cities, and these visits were the latest news after the fashion of miles. Of the 117 cities visited, 89 of not generally covered, that should carry of men almost innumerable throughout the organizations there represented forward to the press of the country the forthwith sent their applications to the most deliberate analysis and conclusions are going to supply you with an addi-(applause), and twelve are upon the subject treated, that should be still in abeyance, but are promised a medium of reference for the business So that you can see the result of 117 man and for the editorial desk, rather efforts, more than 100 successes re- than a medium of daily or monthly circulation to a great individual constitu-ency who have the advantage of their nine months, 23,560 pieces of literature to all parts of the United States, The number of letters that have come had or could obtain any knowledge, no States commending that effort and that they might, in their remote com- particular publication has had in the munities, have an absolute and clear editorial offices, and the desire on the knowledge of what the Chamber of part of the editors to give all the sup-Commerce was endeavoring to do, and port possible to the Chamber of Comespecially of the democracy of the ormerce of the United States and its the Chamber of Commerce has render-

The Bulletin Service.

As of equal value, and something were likely to be interested in this movement. the early days of our opportunity, gone they have endeavored to upbuild the organizations of the cities visited, It has had the constant attention general subjects of interest to com- the great good that can come to their upon any other of the activities of the amine these two bulletins, but in the result of the work of the board will that bulletin service, as it develops and come before you presently, and we do evolves, will be the most valuable servnot as a board appeal to you to sup- ice rendered by the Chamber of Com- the clearing house that may be instiport it just because it is our unanimous merce to its members; and we have tuted or established for the betterment we have worked with a great deal of by the individual members of the chamcare over the problems that are there ber, as you agree to vote them, shall you to use your own have access not only to that, but that best judgment. We as men, like your-this information relative to legislative selves, have tried to do the thing that action and relative to general matters Your wisdom may be of interest shall pass out into the hands very much greater than that of the of the men who form the membership to public service, and teach them to

Little Destructive Criticism.

I have touched upon the financial propositions before your board of di-The object was not an easy and stronger and more useful in one of the Eastern papers, "to bring the question, although it is not relevant to this report, but in criticising us for asking a Federal charter, how we can expect to perpetuate nothing by a Fedorder. Some of you have seen our headquarters. Those of you who have not should take the opportunity to do so before you leave. We are not expectations of the united States has yet started upon its mission, or that it has accomplished anything. I wish we might have him before our board of directors for a little control of the united States has yet started upon its mission, or that it has accomplished anything. I wish we might have him before our board of directors for a little control of the united States has yet started upon its mission, or that it has accomplished anything. I wish we might have him before our board of directors for a little control of the united States has yet started upon its mission, or that it has accomplished anything. I wish we might have him before our board of directors for a little control of the united States has yet started upon its mission, or that it has accomplished anything. I wish we might have him before our board of directors for a little control of the united States has yet started upon its mission, or that it has accomplished anything. brain and the best material that cism, we have had little or none. Here rectors, having fallen heir to \$791 has been carried on may have felt that through the goodness of the Council of Commerce, disbanded as a result of fast enough, nor in a definite direction, the place of the nation will only exist the chamber has not progressed quite place as a whole and the commercial infast enough, nor in a definite direction, the place of the nation will only exist the progression of the nation will be progression of the nation will be progression. betterment of the service which we are

The Chamber's Budget. of great difficulty. In the meeting of service which will be the greatest servthe executive committee in May, in ice which, in the near future, you wil ment of that headquarters has been one the operation of the Chamber of Comportance to commerce of the great ques would have seriously criticised your pass one of those questions through un loyal to your interests and the interests how we planned it. The board of di-of the chamber as the chamber will rectors said, "That budget, or such part ever have, if it lives a century, for of it as belongs to 1912, must be raised, until we have the good sense and the the men who are serving you there and that part that cannot be repre-know no hours, no effort is asked that is not cheerfully given, no time is too that shall be entitled and shall accept so long we will go without adequate in the early summer, and to-day they that fund to all parts of the country, needs. (Applause.) the care with which they have gathered country to provide a sufficient amount together their statistical records, of the of capital to establish creditably the

advantage of popular government. On such a subject as economy and efficiency, the examination first by an association like this and a report that he thinks it appeals to himself and of what the facts are, sent to all the corners of this country down to the interests which he represents. But let us remember, after all, that we through your constituent Boards of Trade, will spread a knowledge that is essential before public opinion will formulate itself into some useful expression. One great difficulty is the bringing home to the people who ought to know them the facts upon which they are to act. That difficulty is what your function is chiefly to meet, as I understand the same result, and if, in the course it. You are to express your opinion on those facts and then spread of our deliberations, one man should abroad facts in order that you may have a public opinion in form of a referendum back of you when you attempt to point out to Congress should speak forcefully, let

Chamber Should Train Secretaries.

As you go on forming these local Boards of Trade, and now this central one, the national Chamber of Commerce, you are making necessary a new profession, just as the Young Men's Christian Associations have made another. The functions of the secretaries of those associations were so peculiar and needed so much experience in order that they might be effective that schools were created for the education of the secretaries. This is what you will have to do in respect to secretaries of Boards of Trade and of Chambers of Commerce. You will have to have a school from which the new Chambers of Commerce can draw their secretaries, who will train the new membership in the way in which the organization can be built up, and give them a practical knowledge of how they can do what they are organized to do.

And now, my friends, I did not expect to speak so long. It is a very desultory conversation that I have held with you, but it is the result of thinking over the great usefulness that you can be to this country. I think the remarks of your president were peculiarly apt as to the function of the National Chamber of Commerce. You are not lobbyists. You do not come here to get before a committee and our own Congressman, to urge and persuade and threaten, but you are here to give expression that in this session, if possible, and be to a very important part of the community, and the wider spread that part the more influential your statements are likely to be in order to atives to give their support to this secure from Congress a proper sense of proportion as to the important measure in order that the present Congovernmental matters that ought to have prompt and immediate at- gress may not adjourn without action John H. Fahey.

appealed to by your board of directors, have cheerfully and readily come forand readily come for-"We know that is the ward and said, proper thing to do. You cannot create a great organization without capital, and we are glad and ready to supply the need." (Applause.) We passed back from our treasury

into your hands, after expending that fishes, the amount has increased with the spending, and better than that, we tional capital for 1913," and, so far as that year is concerned, contributions to and will be had from all parts of the United States, until we shall see our way clear through the budget of 1913 than the sum we pass to you as the sum we will pass over to 1913 was greater than what we received. (Applause.) We are going to ask your help in that as time goes on, and we

The greatest service, I believe, which

ed this year is in its helpfulness to the commercial organizations of the coun try. Everywhere that your field men have gone and everywhere that your that I think was not contemplated in board of directors and officers have By-laws was one of the first sub-ects assigned to your board of direct-week the general bulletin, covering the positions, with a clearer conception of tion, and that service has been no little Gentlemen, as time goes on the board during the nine months, and the judgment of your board of directors Chamber of Commerce of the United States will render its greatest service There you reach back into th sentiment of the largest and the small est cities, you raise public spirit and give their time in order that their com munity may be bettered, and the business interests of the community still further bettered. You are raising a new citizenship, with a new idea, as result of the education going on under the auspices of this association, that will reach down into every hamlet and very town, and will make a consolidated citizenship of patriotic men, com mercially patriotic instead of the pat riotism of the older days, and who are ready to serve their country and give their time for the upbuilding of its ndustries and the expansion of its commerce, the purification of its politics and the general betterment of its per

These are the things you will do a bearing not directly upon commerce but, in the last analysis, that relationtying together large and small cities. one bond and one unit for the good of Now, this financial problem was one the country as a whole. That is the is by long odds as efficient as the head-quarters of this chamber will ever be-come, and is in the hands of men as been undertaken. But I will show you who have your laws to make; and we long, and no task too hard, and so they membership, we will raise as an or- legislation to give us the protection and have served us since their appointment ganization fund, assigning portions of the encouragement which commerce

We have every reason to believe that of the United States, as it shows it months your treasurer's report will Chamber of Commerce of the United consideration of the questions that are to be brought before you, every man should discuss the questions in the way have one end to gain, and only one We may arrive at it through different channels or by different paths, are every one actuated by precisely the feel that his interests were assailed and another, in the desire to support his, that it is absolutely out of the heart, that there is no offense meant and no offense will be taken, as none is in tended, and in that way we will pass brough this convention as harmonious y and peacefully as we passed through the convention of April, and yet will accomplish much more than was accomplished at that time. A Federal Charter.

You have every reason to believe that he future of your organization is very bright. We have tried, as you ordered is to do, to secure a Federal charter. We have not yet succeeded. The ma: ter has come up upon the special calendar, upon consent, I believe, and each time has been objected to. But, Paul T. Carroll, Chamber of Commerce, San Francisco, Cal. as Judge Clayton told you this morn and it is the thing we should strive for, each in his own way, and with fore you leave Washington, an appeal is made to those of your Represent-

BANKING AND CURRENCY.

TRANS

DISTR

TH

Subsc

Our present banking and currency system based upon laws enacted fifty years ago is entirely inadequate for the present needs of the people and the business interests of the country on which the welfare

That there is no necessity for the continuance of this condit the United States, and for the recurring financial panics it tends duce, is evidenced by the absence of such frequent financial distur

The serious defects of our present system should be rem prompt and effective legislation, which, while preventing control be self-constituted and self-perpetuating board, will in all its essentials guard not only business and commerce, but the interests of all our t being the conviction of this chamber that such legislation finitely more important to the worker, the farmer, the merchant manufacturer than to the banker. Public discussion of this subject has indicated a general de

present intolerable condition be remedied without delay, but is lacking definite proposal by Congress to meet the recognized no This resolution is therefore referred to the board of director the request that they take such prompt and vigorous action as their judgment contribute most effectively to the solution of this lem-Resolution adopted at the first annual meeting of the Chamb Commerce of the United States of America.

VOCATIONAL EDUCATION.

It is necessary that the youth of the land be educated to intelligent lives of service and efficiency in chosen occupations

Half of all our children now leave school by the end of sixth grade with only the rudiments of education which, in large part, they speedily forget, and with no preparation or guidance for lifework.

The statistics are startling, and in sad contrast to the bette practice of most of the nations of Northern Europe.

THEREFORE, RESOLVED. That the establishment Vocational Schools of manufacture, commerce, agriculture, and home economics throughout the land is imperative, and to the end that action may everywhere be stimulated and wisely directed Federal aid and encouragement is essential

RESOLVED, That we indorse the Page Bill (S. No. 3) in its essential provisions, and urge upon Congress its enactment. Resolution passed at the first annual meeting of the Chamber of Commerce of the United States of America and personally transmitted to the members of the Senate January 24, 1913.

BLANKET RESOLUTION

To the Chamber of Commerce of the United States of America The Committee on Resolutions begs leave to report that it has eceived the following resolutions:

1. On the construction of transportation lines in Alaska by th 2. A resolution recommending a statute that goods imported in

ond may be taken out and re-exported. 3. A resolution looking to uniformity in export and import bil That it is the judgment of the committee that these resolution

should be referred to the Board of Directors. W. D. SIMMONS.

Board of Directors Elected at the First Annual Meeting of the Chamber of Commerce of the United States of America, Thirteen to Serve for One Year (1913) and Twelve to Serve for Two Years (1913 and 1914).

*Indicates those who were elected to serve for one year.

Maine, New Hampshire, Vermont, Massachusetts, Rhode Island, and Connecticut. Frederick E. Boothby, Maine State Board of Trade, Portland, Me

John H. Fahey, Chamber of Commerce, Boston, Mass. Col. George Pope, Manufacturers' Association, Hartford, Conn. GROUP 2.

New York, New Jersey, Pennsylvania, Delaware, Maryland, and

District of Columbia. W. A. Marble, Merchants' Association, New York, N. Y. Edward G. Miner, Chamber of Commerce, Rochester, N. Y. Albert J. Logan, Chamber of Commerce, Pittsburg, Pa.

William D. Mullen, Board of Trade, Wilmington, Del. Willoughby M. McCormick, Merchants and Manufacturers' Asset ciation, Baltimore, Md.

Virginia, North Carolina, South Carolina, Georgia, West Virginia and Florida. *C. G. Craddock, Chamber of Commerce, Lynchburg, Va.

Alabama, Mississippi, Louisiana, and Texas. John W. Philp, Chamber of Commerce, Dallas, Tex. Philip Werlein, Progressive Union, New Orleans, La.

Kentucky, Tennessee, Missouri, Arkansas, Kansas, and Oklahoma A. S. Caldwell, Business Men's Club, Memphis, Tenn. Elias Michael, Business Men's League, St. Louis, Mo. T. L. Temple, Board of Trade, Texarkana, Ark.

Michigan, Wisconsin, Ohio, Indiana, and Illinois. James E. Davidson, Board of Commerce, Bay City, Mich. *August H. Vogel, Merchants and Manufacturers' Association,

Homer H. Johnson, Chamber of Commerce, Cleveland, Ohio. Frederick Bode, Association of Commerce, Chicago, Ill. GROUP 7.

Minnesota, Iowa, North Dakota, South Dakota, and Nebraska. E. P. Wells, Civic and Commerce Association, Minneapolis, George H. Kelly, Commercial Club of Omaha, Omaha, Nebr.

Montana, Wyoming, Colorado, New Mexico, Idaho, Utah, Arizon and Nevada. Charles K. Boettcher, Chamber of Commerce, Denver, Col.

GROUP 9. Washington, Oregon, and California. A. H. Averill, Chamber of Commerce, Portland, Orc.

NATION'S BUSINESS

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